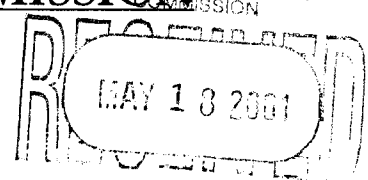


5/2/01 Assessment Ab updated cm

E-18-01
cm

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION



ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

B

W-01812A WATER
BERMUDA WATER COMPANY, INC.
4725 N SCOTTSDALE RD SUITE 243
SCOTTSDALE AZ 85251-7623

ANNUAL REPORT

FOR YEAR ENDING

12	31	2000
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FOR COMMISSION USE

ANNOF 00

COMPANY INFORMATION

Company Name (Business Name) Bermuda Water Company, Inc.

Mailing Address 2335 Sanders Road
Northbrook, IL 60062

(847) 498-6440 phone

(847) 498-2066 fax

Local Office Mailing Address 4544 Highway 95, PO Box 8307
Fort Mojave, AZ 86426

(520) 763-6676 phone

(520) 763-3522 fax

MANAGEMENT INFORMATION

Management Contact: John S. Haynes, Director, Corporate Accounting
2335 Sanders Road
Northbrook, IL 60062
(847) 498-6440 phone
(847) 498-2066 fax

On Site Manager: Debbi Fields
4544 Highway 95, PO Box 8307
Fort Mojave, AZ 86426
(520) 763-6676 phone
(520) 763-3522 fax

Statutory Agent: CT Corporation System
Attn: D. Brady
PO Box 4349
Carol Stream, IL 60197-4349
(312) 263-1414 phone
(312) 263-3928 fax

Attorney: Sallquist & Drummond, P.C.
2525 East Arizona Biltmore Circle - Suite 117
Phoenix, AZ 85016-2129
(602) 224-9222 phone

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> Apache | <input type="checkbox"/> Cochise | <input type="checkbox"/> Coconino |
| <input type="checkbox"/> Gila | <input type="checkbox"/> Graham | <input type="checkbox"/> Greenlee |
| <input type="checkbox"/> La Paz | <input type="checkbox"/> Maricopa | <input checked="" type="checkbox"/> Mohave |
| <input type="checkbox"/> Navajo | <input type="checkbox"/> Pima | <input type="checkbox"/> Pinal |
| <input type="checkbox"/> Santa Cruz | <input type="checkbox"/> Yavapai | <input type="checkbox"/> Yuma |
| <input type="checkbox"/> Statewide | | |

COMPANY NAME Bermuda Water Company, Inc.

UTILITY PLANT IN SERVICE

Acct. No.	Description	Original Cost (OC)	Accum. Depr. (AD)	O.C.L.D. (OC less AD)
301	Organization	\$ 253,445	\$ (11,609)	\$ 265,054
302	Franchises	13,065		13,065
303	Land and Land Rights	144,654		144,654
304	Structures and Improvements	308,857	103,649	205,208
307	Wells and Springs	218,449	59,895	158,554
311	Pumping Equipment	214,179	(62,877)	277,056
320	Water Treatment Equipment	10,841	4,983	5,858
330	Distribution Reservoirs and Standpipes	569,439	167,029	402,410
331	Transmission and Distribution Mains	4,472,126	1,811,877	2,660,249
333	Services	592,788	228,559	364,229
334	Meters and Meter Installations	600,320	174,599	425,721
335	Hydrants	444,814	216,428	228,386
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	140,750	16,951	123,799
341	Transportation Equipment	63,705	15,811	47,894
343	Tools, Shop and Garage Equipment	74,662	17,852	56,810
344	Laboratory Equipment	620	-	620
345	Power Operated Equipment			
346	Communication Equipment	1,004	8	996
347	Miscellaneous Equipment			
348	Other Tangible Plant	77,740	-	77,740
	TOTALS	\$ 8,201,458	\$ 2,743,155	\$ 5,458,303

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME Bermuda Water Company, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	Description	Original Cost (1)	Depr. %age (2)	Depr. Exp. (1x2)
301	Organization	\$ 253,445		
302	Franchises	13,065		
303	Land and Land Rights	144,654		
304	Structures and Improvements	308,857	3.14%	\$ 9,712
307	Wells and Springs	218,449	3.33%	7,278
311	Pumping Equipment	214,179	9.95%	21,303
320	Water Treatment Equipment	10,841	20.00%	2,168
330	Distribution Reservoirs and Standpipes	569,439	2.00%	11,389
331	Transmission and Distribution Mains	4,472,126	1.81%	81,037
333	Services	592,788	3.25%	19,265
334	Meters and Meter Installations	600,320	6.65%	39,943
335	Hydrants	444,814	1.82%	8,092
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	140,750	7.38%	10,382
341	Transportation Equipment	63,705	23.55%	15,003
343	Tools, Shop and Garage Equipment	74,662	7.42%	5,543
344	Laboratory Equipment	620	10.81%	67
345	Power Operated Equipment			
346	Communication Equipment	1,004	0.80%	8
347	Miscellaneous Equipment			
348	Other Tangible Plant	77,740	0.00%	-
	TOTALS	\$ 8,201,458		\$ 231,190

This amount goes on Comparative Statement of Income and Expense Acct. No. 403 

COMPANY NAME	Bermuda Water Company, Inc.
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BALANCE SHEET

Acct. No.	ASSETS	Balance at Beginning of Year	Balance at End of Year
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 194,113	\$ 80,969
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	131,168	134,100
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	22,266	
162	Prepayments	11,959	1,627
174	Miscellaneous Current and Accrued Assets	59,664	46,652
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 419,170	\$ 263,348
	FIXED ASSETS		
101	Utility Plant in Service	\$ 7,722,126	\$ 8,123,718
103	Property Held for Future Use		
105	Construction Work in Progress	33,242	77,740
108	Accumulated Depreciation - Utility Plant	(2,527,780)	(2,743,155)
121	Non-Utility Property	(11,222)	(8,779)
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 5,216,366	\$ 5,449,524
	TOTAL ASSETS	\$ 5,635,536	\$ 5,712,872

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME	Bermuda Water Company, Inc.
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BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	Balance at Beginning of Year	Balance at End of Year
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 34,714	\$ 97,445
232	Notes Payable (Current Portion)	12,075	12,360
234	Notes/Accounts Payable to Associated Companies		630,362
235	Customer Deposits	62,375	233,995
236	Accrued Taxes	36,480	66,661
237	Accrued Interest		214
241	Miscellaneous Current and Accrued Liabilities	97,371	
	TOTAL CURRENT LIABILITIES	\$ 243,015	\$ 1,041,037
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 449,081	\$ 345,622
	DEFERED CREDITS		
251	Unamortized Premium on Debt	\$ -	\$ -
252	Advances in Aid of Construction	1,994,062	1,174,234
255	Accumulated Deferred Investment Tax Credits	4,706	3,653
271	Contributions in Aid of Construction	2,639,119	3,252,709
272	Less: Amortization of Contributions	(1,102,014)	(1,174,430)
281	Accumulated Deferred Income Tax	88,125	108,562
	TOTAL DEFERRED CREDITS	\$ 3,623,998	\$ 3,364,728
	TOTAL LIABILITIES	\$ 4,316,094	\$ 4,751,387
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ (312,800)	\$ (312,800)
211	Paid in Capital in Excess of Par Value	230,776.00	230,776
215	Retained Earnings	1,401,466.00	1,043,509
218	Proprietary Capital (Sole Props and P'ships)		
	TOTAL CAPITAL	\$ 1,319,442	\$ 961,485
	TOTAL LIABILITIES AND CAPITAL	\$ 5,635,536	\$ 5,712,872

COMPANY NAME	Bermuda Water Company, Inc.
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COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,611,117	\$ 1,772,397
460	Unmetered Water Revenue		
474	Other Water Revenue	65,086	40,198
	TOTAL REVENUES	\$ 1,676,203	\$ 1,812,595
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 525,865	\$ 576,923
610	Purchased Water		
615	Purchased Power	139,685	143,149
618	Chemicals	11,635	1,505
620	Repairs and Maintenance	48,682	21,520
621	Office Supplies and Expense	65,292	53,978
630	Outside Services	42,410	108,329
635	Water Testing		3,733
641	Rents	29,855	39,524
650	Transportation Expenses	96,959	26,669
657	Insurance - General Liability	15,293	22,150
659	Insurance - Health and Life	8,081	8,608
666	Regulatory Commission Expense - Rate Case	23,771	11,944
675	Miscellaneous Expense	78,875	9,041
403	Depreciation Expense	205,190	231,190
408	Taxes Other Than Income	39,630	48,084
408.11	Property Taxes	9,024	107,885
409	Income Tax	29,869	41,131
	TOTAL OPERATING EXPENSES	\$ 1,370,116	\$ 1,455,363
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 7,094	\$ 7,009
421	Non-Utility Income		1,710
426	Miscellaneous Non-Utility Expenses	(85,506)	(3,403)
427	Interest Expense	(44,865)	(344,353)
	TOTAL OTHER INCOME/EXPENSE	\$ (123,277)	\$ (339,037)
	NET INCOME/(LOSS)	\$ 182,810	\$ 18,195

COMPANY NAME	Bermuda Water Company, Inc.
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SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	Dec-95	Dec-96	Oct-97	Oct-97
Source of Loan	CoBank, ACB	CoBank, ACB	CoBank, ACB	CoBank, ACB
ACC Decision No.				
Reason for Loan	Term Loan	Term Loan	Term Loan	Term Loan
Dollar Amount Issued	\$ 202,800	\$ 100,090	\$ 97,110	\$ 100,000
Amount Outstanding	\$ 90,042	\$ 92,738	\$ 85,786	\$ 89,416
Date of Maturity	2015	2006	2005	2012
Interest Rate	8.60%	8.96%	8.10%	8.84%
Current Year Interest	\$ 10,852	\$ 8,400	\$ 7,380	\$ 7,800
Current Year Principle	\$ 94,304	\$ 1,845	\$ 3,942	\$ 3,381

Meter Deposit Balance at Test Year End \$ 176,444

Meter Deposits Refunded During the Test Year \$ 49,791

COMPANY NAME	Bermuda Water Company, Inc.
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WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-600336	60	295	18	4
55-600335	60	400	18	8
55-600337	30	161	8	4
55-806426	60	367	20	4
55-527191	60	400	20/16	6
55-532482	50	216	12	4
55-532342	60	430	16/12	4
55-565030	60	450	12	4

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gal. Purchased or Obtained (in thousands)
N/A		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 823,846

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	455	25
20	1		
25	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity Other
500,000	3	5,000	2
372,000	2		

STATISTICAL INFORMATION

Total number of customers	<u>4,897</u>	
Total number of gallons sold	<u>309,948,987</u>	gallons

COMPANY NAME

Bermuda Water Company, Inc.

YEAR ENDING 12/31/2000

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 53,885

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME

Bermuda Water Company, Inc.

YEAR ENDING 12/31/2000

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>not available</u>
Estimated or Actual Federal Tax Liability	<u>\$ 39,196 estimated</u>

State Taxable Income Reported	<u>not available</u>
Estimated or Actual State Tax Liability	<u>\$ 1,935 estimated</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>\$ 278,654</u>
Amount of Gross-Up Tax Collected	<u>\$ -</u>
Total Grossed-Up Contributions/Advances	<u>\$ -</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, of a sole proprietorship.



SIGNATURE

5/15/01

DATE

Lawrence N. Schumacher

PRINTED NAME

President

TITLE

COMPANY NAME

Bermuda Water Company, Inc.

YEAR ENDING 12/31/2000

WATER AND SEWER
UTILITIES ONLY

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

\$ 53,885

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATIONSTATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Mohave</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>John S. Haynes, Director, Corporate Acct'g</u>
COMPANY NAME	<u>Bermuda Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 1,831,919

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 101,570

IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

John S. Haynes
SIGNATURE OF OWNER OR OFFICIAL
847-498-6440
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2ndDAY OF
MAY

COUNTY NAME	<u>COOK</u>	
MONTH	<u>8/26</u>	<u>2004</u>

Michelle S. Conn
SIGNATURE OF NOTARY PUBLIC

(SEAL)

MY COMMISSION EXPIRES 8/26/04

8 MAY 2001

5/2/01 assessment db updated em
VERIFICATION**AND****SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY****VERIFICATION****STATE OF ARIZONA****I, THE UNDERSIGNED****OF THE**

(COUNTY NAME) <u>Mohave</u>	
NAME (OWNER OR OFFICIAL) <u>John S Haynes</u>	TITLE <u>Director Corp Acct's</u>
COMPANY NAME <u>Bermuda Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,633,320

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 90,559
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X

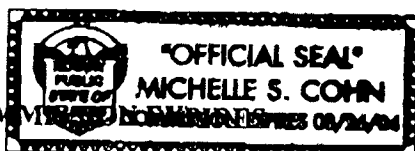
John S Haynes
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME**A NOTARY PUBLIC IN AND FOR THE COUNTY OF****THIS**2nd**DAY OF MAY**

NOTARY PUBLIC NAME <u>MICHELLE S COHN</u>	
COUNTY NAME <u>COOK</u>	
MONTH <u>8/26</u>	YEAR <u>2004</u>

(SEAL)

MY COM



X Michelle S Cohn
SIGNATURE OF NOTARY PUBLIC

UTILITIES, INC.
2335 Sanders Road
Northbrook, IL 60062

Phone: (847) 498-6440 Fax: (847) 498-2066

DATE: 5/2/01

TO: Carmen Madrid Fax #: 602 542 2129

FROM: John Haynes

of Pages (including cover sheet): 3

Carmen,
Attached are the revenue pages per the annual report. Our Bermuda Annual Report will be filed on or before May 15, 2001 per a letter from Patrick Williams.

Please let me know of any questions.

40241511 (1)

WATER SERVICE CORP.

DISBURSING ACCOUNT OF
UTILITIES INCORPORATED
2335 SANDERS ROAD
NORTHBROOK, IL 60062

BANK ONE COLUMBUS, NA
Circleville and Williamsport, Ohio Offices

AFTER 90 DAYS

56-1541

441

NO. 356710

DATE 10/27/00 NET AMOUNT \$53,884.74

PAY *****Fifty Three Thousand Eight Hundred Eighty Eight and 74/100***** DOLLARS
140159574 110600 4079 16

5023183

V75554

TO THE ORDER OF
Mohave County Treasurer
PO BOX 712
Kingman, AZ 86402-0712

[Signature]
AUTHORIZED SIGNATURE
[Signature]
AUTHORIZED SIGNATURE

⑈356710⑈ ⑆044115443⑆ 989034290⑈ 00005388474⑈

WELLS FARGO BANK ARIZONA, N.A.
PAY TO THE ORDER OF
PHOENIX, AZ 85012
▲ 122105278
FOR DEPOSIT ONLY
MOHAVE COUNTY TREASURER
3150105880

0013 02622

0733129127
NOV 2 2000
FBI - TEMPE, AZ 11022000
FBI # 2576
1221-0527-8

0440-00037

NO 10406559574
140159574 47666

0440-00037
11-06-00

4023183